

# Renewables Direct Tariff





## Overview

Renewables Direct Tariff

Challenges

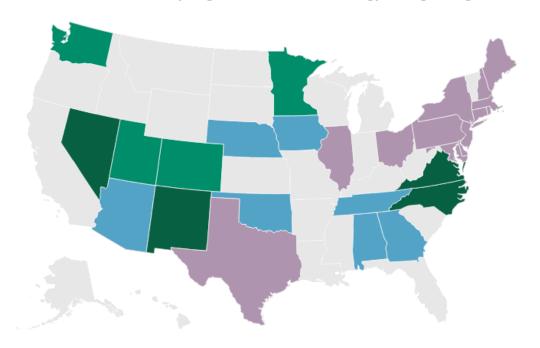
Renewables Direct

Renewable Programs



#### U.S. RENEWABLE ENERGY MAP: A GUIDE FOR CORPORATE BUYERS

Where customers can buy large-scale renewable energy through the grid



#### Utility Renewable Energy (RE) Deals

- Green
  tariff(s) and
  executed RE
  deal(s)
  through tariff
- Green tariff(s) but no deal(s) through tariff to date
- Considering a green tariff (proposal with the PUC)
- One-on-one RE deal(s) between companies and utilities, but no green tariff to date
- Electric retail choice easily available (EIA)
- No known direct large-scale RE access available





# Commercial & Industrial Renewable Strategy



# Key Challenges

- Provide a product that benefits all customers
- Utilize Kansas' vast wind resource
  - Benefit to Kansas economy
- Wind generation vs. time energy is used
- De-Risk the product
  - Long-term price certainty
  - Congestion
  - Curtailment risk
  - Location





### Renewables Direct Tariff

- Renewable Energy Charge
  - Fixed for term of commitment
  - Displaces fuel portion of bill
    - Customer continues to pay full costs of the power grid
- Wind energy is allocated across the year
- Full ownership of REC's retired on behalf of or transferred to customer account





### Renewables Direct Tariff

- Be as green as desired up to 100%
  - Additionality
  - Customer claims MW
- Structured for additional projects
  - KCC approval required
    - Customer demand
    - Overall customer benefits
  - Economic development







### Soldier Creek Wind



- 300 MW wind farm in Nemaha County
  - 60 miles northeast of Manhattan
- 20 year contract term
  - \$0.018/kWh
  - \$0 congestion costs = delivered to the customer
- Local economic impacts
  - More than 250 construction jobs
  - 15 20 full-time positions
  - More than \$50 Million in landowner payments





## Renewable Energy Programs

- Westar Wind 1-100% of power from wind by purchasing Westar Renewable Energy Credits (REC's) at \$.0025/kWh (adder to current bill)
- Community Solar locked rate for up to 20 years
- Direct Purchase of REC's via market (non-tariff)
- Virtual PPA no impact to Westar bill; buyer takes full market risk (non-tariff)
- Renewables Direct



